

14TH  
ANNUAL  
REPORT

CONSOLIDATED MORRISON EXPLORATIONS, LIMITED

Goldray Mines Ltd  
Argon Explorations Ltd

NAME CHANGED, 1980, TO  
Morrison PETROLEUMS LTD

For the Period Ending  
December 31st, 1964



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# CONSOLIDATED MORRISON EXPLORATIONS, LIMITED

Room 1502 — 80 Richmond Street West  
TORONTO 1, CANADA

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## OFFICERS

A. W. STOLLERY - - - - - President  
GEO. T. SMITH - Vice-President and Secretary-Treasurer

## DIRECTORS

D. A. BULLOCK - - - - - Toronto, Ont.  
DR. P. W. FERRIS - - - - - Toronto, Ont.  
W. F. JAMES, JR. - - - - - Toronto, Ont.  
GEO. T. SMITH - - - - - Toronto, Ont.  
A. W. STOLLERY - - - - - Toronto, Ont.  
H. F. STRONG - - - - - Oakville, Ont.  
D. R. WATT - - - - - Toronto, Ont.

## AUDITORS

EDDIS & ASSOCIATES, CHARTERED ACCOUNTANTS,  
85 Richmond St. W.,  
Toronto 1, Ontario.

## REGISTRARS AND TRANSFER AGENT

EASTERN & CHARTERED TRUST COMPANY  
1901 Yonge Street,  
Toronto 7, Ontario.

## BANKERS

CANADIAN IMPERIAL BANK OF COMMERCE,  
25 King Street West,  
Toronto 1, Ontario.

# CONSOLIDATED MORRISON EXPLORATIONS, LIMITED

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## PRESIDENT'S REPORT TO THE SHAREHOLDERS

On behalf of the Board of Directors I present herewith the Company's Balance Sheet as at December 31, 1964, Statement of Operations for the Year ended December 31, 1964, and the Auditors' Report thereon, together with a report on the progress of the Company for the past year.

On October 5, 1964 the Company entered into an agreement to sell its potash holdings in Saskatchewan to Noranda Mines Limited for 150,000 of that company's shares. The Company, therefore, has no further interest in potash other than through its holdings in Noranda.

Since that time the Company has been active in the exploration field. In December of 1964 the Company applied for a permit to explore 64,000 acres of land in the James Bay Lowlands district of Ontario in order to prospect for mineral occurrences. At the same time two other companies, Argor Explorations Limited, a private company, and Goldray Mines Limited each applied for contiguous exploration permits of 64,000 acres. The Ontario Government granted the three companies their exploration permits which became valid on March 1, 1965. Subsequently, an agreement was made under which the three permits were pooled on the basis whereby Consolidated Morrison Explorations, Limited would have a 70% interest, Goldray Mines Limited would have a 20% interest, and Argor Explorations Limited would have a 10% interest in the entire 192,000 acres of land. The prospectors who brought these lands to the attention of the three companies concerned were granted a 10% interest so that Consolidated Morrison Explorations, Limited, Goldray Mines Limited and Argor Explorations Limited had, therefore, a 63%, 18%, and 9% interest respectively.

Subsequently, an agreement was made between the three companies and Imperial Oil Enterprises Ltd., a wholly-owned subsidiary of Imperial Oil Limited, whereby Imperial Oil Enterprises Ltd. would provide funds up to \$1,000,000.00 over a three year period for geophysical, geological and other exploratory work of a similar nature, including diamond drilling, subject to certain exceptions contained in the Agreement. If Imperial Oil Enterprises Limited elects to expend the full \$1,000,000 on the properties, they will be entitled to a 60% interest in any land retained within the exploration permit areas as well as certain after-acquired areas. If funds are required for mineral development beyond the \$1,000,000 expenditure, Consolidated Morrison Explorations, Limited, Goldray Mines Limited, and Argor Explorations Limited have the right to participate to the full extent of each of their remaining interests which would be as follows:

Consolidated Morrison Explorations, Limited	25.2%
<u>Goldray Mines Limited</u>	7.2%
<u>Argor Explorations Limited</u>	3.6%

Up to the date of preparing this report, approximately two-thirds of the area involved has been flown at a low level with airborne magnetometer and electromagnetic aids. As expected, many anomalies have been indicated, some of which appear to contain mineralization. Whether any such mineralization is of economic importance can only be ascertained by diamond drilling.

*MacKee*

The area involved is underlain by one of the strongest geophysical features found to date by airborne geophysical surveys carried out in Canada. Because of the strength and the deep seated nature of this structure, the area is considered favourable for the possibility of finding nickel deposits. It is also considered favourable for other types of base metal deposition.

Field parties including geological, geophysical, geochemical, and prospecting crews are currently active on the property, and it will probably be some months before an intelligent appraisal of the possibilities of the area can be made.

During the course of the airborne geophysical surveys anomalies were found which were outside the exploration permit areas and to date approximately 200 claims have been staked for the group to protect these anomalies.

Many inquiries have been forthcoming regarding the Company's silver property in the Gowganda area, and to date no work has been planned for this year. However, it is planned at some future date to carry out a complete re-assessment of the potential of this property.

The Company is endeavouring to appraise other industries outside mining and mineral exploration with a view to expanding its scope of operations.

In September 1965 the head office of the Company will be moved into the new Montreal Trust Company Building at 11 King Street West, Toronto, Ontario.

I wish to take this opportunity to thank the shareholders for their loyal support during the past year and to extend my thanks to the Directors of the Company for their efforts and guidance.

On Behalf of the Board,

A. W. STOLLERY,  
President.

Toronto, Ontario,  
June 10, 1965.

# CONSOLIDATED MORRISO

## BALANCE SHEET AS

### ASSETS

#### CURRENT:

Cash in bank	\$ 68,069.55
Accounts receivable	441.78
Government of Canada bonds, at cost (quoted market value \$151,915.00)	152,000.00
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Investment in shares of other mining companies, at cost (quoted market value \$7,877,300.00)	729,329.21

#### MINING PROPERTIES:

Mining claims in Ontario and Quebec, at cost	656,500.00
Building, machinery and equipment, at cost	118,014.40
Exploration and development expenditures	602,402.00
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Deferred head office and administrative expenses	23,117.87

#### OTHER ASSETS:

Interest in Hypothec of Oliver Iron and Steel Corporation nominal value	1.00
Stores — nominal value	1.00
Sundry accounts receivable	1,750.00
Deposits with Saskatchewan Government	6,500.00
Incorporation and organization	7,296.66
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	15,548.66

Approved on behalf of the Board,

A. W. STOLLERY, Director.

G. T. SMITH, Director.

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\$ 2,365,423.47

### AUDITORS' REPORT

To the Shareholders,  
CONSOLIDATED MORRISON EXPLORATIONS, LIMITED.

We have examined the Balance Sheet of Consolidated Morrison Explorations, Limited, Statement of Head Office and Administrative Expenses and Statement of Deficit for the year ended December 31, 1964, and have also examined the accompanying Statement of Head Office and Administrative Expenses and Statement of Deficit present fairly the financial position of the Company as of December 31, 1964, and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a consistent basis.

We report that, in our opinion, the above Balance Sheet and accompanying Statement of Head Office and Administrative Expenses and Statement of Deficit present fairly the financial position of the Company as of December 31, 1964, and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a consistent basis.

Toronto, Canada,  
February 9, 1965.

# EXPLORATIONS, LIMITED

DECEMBER 31, 1964

## LIABILITIES

### CURRENT:

Bank loan — secured .....	\$ 290,250.00
Accounts payable and accrued charges .....	9,853.98
	<u>\$ 300,103.98</u>

## SHAREHOLDERS' EQUITY

### CAPITAL STOCK:

#### Authorized:

5,000,000 Shares of \$1.00 each .....	<u>\$ 5,000,000.00</u>
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#### Issued and fully paid:

4,000,000 Shares as at January 1, 1964 .....	\$ 4,000,000.00
Less: Discount .....	1,501,245.62

500,000 Shares since issued for cash .....	500,000.00
Less: Discount .....	135,000.00

<u>4,500,000</u> Shares (total) .....	2,863,754.38
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Deficit .....	798,434.89
	<u>2,065,319.49</u>

\$ 2,365,423.47

## THE SHAREHOLDERS

at December 31, 1964 and the Statement of Exploration and Development Expenditures, year ended on that date. Our examination included a general review of the accounting records necessary in the circumstances.

Statement of Exploration and Development Expenditures, Statement of Head Office and company as at December 31, 1964 and the results of its operations for the year ended consistent with that of the preceding year.

EDDIS & ASSOCIATES,  
Chartered Accountants.

# CONSOLIDATED MORRISON EXPLORATIONS, LIMITED

## STATEMENT OF EXPLORATION AND DEVELOPMENT EXPENDITURES

For the Year Ended December 31, 1964

### POTASH PROJECT

Balance — January 1, 1964	\$300,016.06
EXPENDITURES DURING THE YEAR:	
Drilling	\$45,066.51
Government fees and rentals	16,924.72
Engineering fees and expenses	10,500.00
Legal fees	1,750.00
Travel	393.92
	<u>74,635.15</u>
	374,651.21
Transferred as part of the cost of 150,000 shares of Noranda Mines, Limited received as consideration for the sale of Potash property	<u>374,651.21</u>
Balance — December 31, 1964	<u>Nil</u>

### OTHER PROPERTIES

Balance — January 1, 1964	\$600,616.49
EXPENDITURES DURING THE YEAR:	
Matonipi Lake Area, Quebec —	
Survey and line cutting	\$ 1,200.00
Government fees and rentals	21.70
Morrison Silver Property	63.81
Other potash investigations	500.00
	<u>1,785.51</u>
Balance — December 31, 1964	<u>\$602,402.00</u>

# CONSOLIDATED MORRISON EXPLORATIONS, LIMITED

## STATEMENT OF HEAD OFFICE AND ADMINISTRATIVE EXPENSES

For the Year Ended December 31, 1964

Balance — January 1, 1964		\$ 68,469.16
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### EXPENDITURES DURING THE YEAR:

Bank interest		\$ 3,127.43
Directors' fees		600.00
Executive salary		5,000.00
Government filing fees and taxes		1,164.65
Legal and audit		1,334.31
Office supplies and expenses		2,581.13
Printing and shareholders' information		4,579.76
Stock exchange listing fees		460.07
Telephone and telegraph		1,423.85
Transfer agents' fees		1,424.27
Travelling expenses		1,594.49
		23,289.96
		91,759.12

### Less:

Dividends received		68,200.00
Interest income		441.25
		68,641.25
Balance — December 31, 1964		\$ 23,117.87

## STATEMENT OF DEFICIT

For the Year Ended December 31, 1964

Balance — January 1, 1964		\$646,121.42
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### Add:

Mining claims, Root Lake District, written off		\$133,000.00
Investment in shares of a mining company written off		32,500.00
		165,500.00
		811,621.42

### Less:

Profit on sale of investments		13,186.53
Balance — December 31, 1964		\$798,434.89





